### Fiscal Estimate - 2009 Session

Original Dupdated	Corrected Su	pplemental				
LRB Number 09-2022/1	Introduction Number SB-0	80				
<b>Description</b> The Volunteer Health Care Provider Progran	m					
Fiscal Effect						
Appropriations  Decrease Existing  Appropriations  Create New Appropriations	ncrease Existing Revenues Decrease Existing Revenues Decrease Costs - Ma to absorb within age Tyes Decrease Costs					
Local:  No Local Government Costs  Indeterminate  1. Increase Costs Permissive Mandatory  2. Decrease Costs Permissive Mandatory Permissive Mandatory Permissive Mandatory Permissive Mandatory Districts  School Districts						
Fund Sources Affected Affected Ch. 20 Appropriations  GPR FED PRO PRS SEG SEGS						
Agency/Prepared By	Authorized Signature	Date				
DHS/ Ellen Hadidian (608) 266-8155	Andy Forsaith (608) 266-7684	3/6/2009				

## Fiscal Estimate Narratives DHS 3/6/2009

LRB Number	09-2022/1	Introduction Number	SB-080	Estimate Type	Original	
Description						
The Volunteer Health Care Provider Program						

### **Assumptions Used in Arriving at Fiscal Estimate**

Under current law, a health care provider and nonprofit agency can petition DOA to allow the provider to provide, without charge to low-income patients, health care services, including health education, office visits, prescriptions and, for dentists, simple tooth extracting and necessary related suturing. The health care provider becomes a state agent of the Department for the provision of these services. If a civil action arises out of an act committed by the provider during the lawful course of that person's duties, the state provides legal counsel and any judgments against the provider are paid by the state and capped at \$250,000. However, a governmental unit need not provide or pay for legal representation if the provider's malpractice insurance provides representation.

This bill adds chiropractors and physical therapists to the list of those who can petition to become volunteer health care providers and gives health care providers who provide services under the volunteer program the status of state agents of DHS, regardless of whether the provider has medical malpractice insurance coverage that would extend to the provision of the volunteer services. The bill makes exceptions for volunteer health care providers from current provisions in state law that (a) limit payment by the state to damages and costs in excess of applicable insurance coverage and (b) limit the state's duty to provide or pay for legal representation to the extent that applicable insurance provides that representation. However, the bill does not remove the current \$250,000 cap on the amount recoverable from a proceeding against a state officer, employee, or agent.

Liability claims against the state are paid from funds administered by the Department of Administration. The Department pays premiums to DOA for liability insurance. The Department paid \$271,975 for liability insurance and \$105,066 for medical malpractice insurance in SFY 09. If these volunteer health care providers were added to the Department for liability purposes, and claims were made against them, the Department's liability premiums would also increase. However, the amount by which the premiums will increase as a result of the bill cannot be estimated.

**Long-Range Fiscal Implications** 

## Fiscal Estimate - 2009 Session

Original Dpdated	Corrected Supple	emental
LRB Number <b>09-2022/1</b>	Introduction Number SB-080	
<b>Description</b> The Volunteer Health Care Provider Program		
Fiscal Effect		
Appropriations Reve	ease Existing enues	
Permissive Mandatory Perm	5.Types of Local Government Units Affect Towns Village Counties Others School WTCS Districts District	e Cities
Fund Sources Affected  GPR FED PRO PRS	Affected Ch. 20 Appropriation SEG SEGS	ons
Agency/Prepared By	Authorized Signature	Date
DOA/ Dawn Soletski (608) 266-6497	Martha Kerner (608) 266-1359	3/4/2009

# Fiscal Estimate Narratives DOA 3/4/2009

LRB Number 09-2022/1	Introduction Number	SB-080	Estimate Type	Original	
Description					
The Volunteer Health Care Provider Program					

### Assumptions Used in Arriving at Fiscal Estimate

The proposed legislation requires the state to provide or pay for legal representation and pay for damages and costs awarded against volunteer health care providers providing services as state agents under the Volunteer Health Care Provider Program, regardless of whether any other insurance provides coverage.

Volunteers who are currently enrolled in the Program and have medical malpractice insurance already have the protections of the Program if their current insurance does not provide coverage. For volunteers who are retired and have no insurance, the Program provides them with primary coverage so this bill does not add any insurance benefit that does not already exist. In addition, the bill extends the status of state agents to chiropractors and physical therapists, when they are participating in the Volunteer Health Care Provider Program.

The administration of the Volunteer Health Care Provider Program is done by the Bureau of State Risk Management in the Department of Administration. Extending coverage to chiropractors and physical therapists will increase staff time needed to process and review applications. The cost of this increase is indeterminate, as the increase in applications in unknown.

It is not possible to estimate the potential claims cost of this proposed legislation. It is unknown what, if any, costs have been covered by the provider's medical malpractice insurance.

#### Long-Range Fiscal Implications

Unknown.